(H431P 13 & 13A)

PRESERVE

App. F. IX-4

Previous References

1935-36 (97)

P 81E

File No. 189-35

Serial Nos. 1, 2, 3, 6 & 7

P

Letter References.

97 242-37-2

97 104-38-2

97 242-37(1)

G.7. 130-43 (1 to 6)

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 5

Part B for Nov 36.

SUBJECT.

Progress Report of Subscriptions to 4½ per cent 1956-61 Loan

WD 0418—GPB—22,500—29-8-36

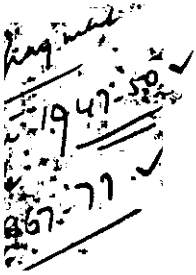
5½% 1938 Bryson Loan

Conversion
@ 3%. @ 101%. Income tax free.

1st issue of Loan for conversion only

2nd issue Loan for cash. conversion

Best time with cash in December or Else wait till June/July for seasonal money.



G-2188-35-1

General and Revenue Secretariat G.P. File No. 188 of 1935-36 [App. F. III—2

Serial No.

The above slip was given to me by the Dewan. It is stated therein that it is possible to raise a Three Per Cent Loan -- Incometax Free -- at 101%, repayable in 1947-50 or 1967-77 and offer it in the first instance for the conversion of Mysore Government 5½% Bonds 1938, and later on issue it both for Cash and Conversion and that the best time for doing so is Early in November or in June or in July next.

2 Whether we raise a new cash loan or convert a short-dated one into a long-dated loan, the effect is the same, viz., an addition to our indebtedness and the necessity for this must first be made out and then the conditions of the loan have to be considered.

3 Our indebtedness may be classified under three heads:-

(1) Long Term Loans.

5%	1955	Rs 163 lakhs
4%	1953-63	Rs 296 lakhs
3½%	1951-55	Rs 50 lakhs
	Total	Rs 509 lakhs

(2) Loans repayable in the near future.

5½% Loan	1938	Rs 217 lakhs
6¼%	1940	Rs 102 lakhs
6½%	1941	Rs 25 lakhs
	Total	Rs 344 lakhs

NOTE.—Contn. Sheet.

WD 03594—GPB—30,000—18-7-35

(3)	S.B. Current Deposits	Rs 161 lakhs
	" Five Year Fixed Deposits	Rs 105 lakhs
	Seven Year Fixed Deposits	Rs 29 lakhs
	Insurance, Provident Funds Etc.	Rs 198 lakhs
	Total	Rs 493 lakhs.
	Grand Total	Rs 13,46 lakhs

4 The amount of interest that we are now paying is, as per Budget 1935-36, Rs 61.58 lakhs. Interest payments in 1920-21 and in 1924-25 were Rs 17.95 lakhs and Rs 34.64 lakhs respectively. The Retrenchment Committee of 1931 noticed that there was an increase in Debt Charges and recommended that they should be brought down and that there should be no more public borrowing.

5. When we allowed S.B. Fixed Deposits to be converted into the 4% Loan in 1933-34, we practically got an additional Crore of new money and it was then decided that with this additional money and the Sinking Fund, the 5½%, 6¼% and 6½% loans would be discharged on the Due Dates. Vide also Dewan's Address to the R.A., June 1934.

6 Further, if we are to go in for any large public borrowing, we have to explain to the public the purpose for which borrowing is necessary. We have no big work on hand for which we could justify a public loan. Last year when we floated the 3½% loan for Rs 50 lakhs, we said that

Serial No.

it was for repaying the Railway Sterling Loan.

7. For these reasons, we cannot think of another public loan -- cash or conversion -- now.

8. If such a public loan is to be taken, the terms suggested may, I think, be considered suitable.

9. There is another alternative to borrowing by means of a public loan. It is by means of issuing long-term loan bonds "on tap" at the Treasuries " in the same way as Fixed Deposits. When a very large amount is not required at once, this method could be easily adopted for getting a small and steady inflow of cash into the Treasuries.

DEWAN'S OFFICE
7 NOV. 1935
No. 3517

FINANCIAL BRANCH
30 NOV. 1935
2267

Dewan)

30/11/35

30/11/35.

30-11-35

2/12/35.

WD 03591—GPB—80,000—18-7-35

General & Revenue Secretariat. | File No. 3101/79

Serial No.

As per instructions of the Dewan I submit herewith a note and a draft prospectus for raising a loan of Rs.40 to 50 lakhs.

2. The original Capital programme for the current year provided for a capital outlay of Rs.32.78 lakhs Additional grants to the extent of about 14 lakhs have since been sanctioned, as detailed below:-

	Rs.in lakhs.
1) 40 Iron Works-Grant provided last year out lapsed.	3.80
2) Working advance to the Iron Works (in connection with steel plant)	3.00
3) Additional working advance to Sri Krishnarajendra Mills	2.60
4) Loan to Sri Krishnarajendra Mills for the installation of looms.	4.00
5) Loan to the Bangalore City Local Education authority for the construction of buildings (Rs.2 lakhs to be provided during the next year.)	1.00
Total. ...	14.40

3. The following schemes have been sanctioned or are under consideration; and funds for the same have to be found during the current and next few years.

	Rs.in lakhs.
1) Expansion of Telephone system (Sanctioned) in Bangalore.	6.00
2) Expansion of the Electric Factory (under sanction)	1.70
3) Generation of electric power at Krishnarajasagara (under consideration)	28.00
4) Development of irrigation in the Arkavati Valley (under consideration)	6.00
5) Manufacture of Cement. (under consideration.)	8.00
6) Loans to Local Bodies already sanctioned and yet to be disbursed.	6.00
7) Davangere Electrification.	6.00
Total.	61.70

NOTE—Contd. Sheet.

WD 2030—GPB—250—2-6-34

3101
7C

Serial No.

4. This is a sufficiently large amount justifying public borrowing. The present time is opportune for borrowing money as there is a large amount of money seeking investment and the rate of interest is unprecedentedly low. We can issue Income-tax free loans which may not be possible after the Federation comes into force.

5. It has however to be stated at the same time that cheap credit or borrowing will not prove a blessing unless the borrowed money is religiously spent on really productive works. With this precaution, we may, I think, borrow about 40 or 50 lakhs.

6. Our public loans were usually being thrown open both within and outside our State. But to do so in this case will require previous consultation with the Government of India (vide correspondence ending with Residency letter No.F.444-35.R.O.II dated 7-6-1935) which will mean delay and inconvenience. In any case, they will ask us to wait until their contemplated loan is out of the market. There is also the risk of our being inconvenienced by too large a sum offering itself, as in the case of our last 3½% loan of 50 lakhs.

7. I would therefore suggest that the present issue may be on different lines on the "on tap basis", referred to in para 9 of my note dated 30-11-1935. This will enable us to issue the loan notification without consulting any one and prevent our being flooded by a large amount without notice.

8. I have proposed a 3% Tax free loan with a

WD 2030—GPB—250—2-6-34

Serial No.

currency of 20 to 25 years and an issue rate of 101%. I have also provided in the notification for the issue rate being changed without notice, for the loan being stopped without notice and for subscriptions of over a lakh being accepted only with the Comptroller's approval.

9. Even for raising a loan within our State, we have to send to the Government of India early intimation of the intention to do so. Draft D.O. to the Resident is put up for approval.

Dewan, 26:1:36

His H' approval may b obtained b raisg a loan of Rs 50/- Lakhs as suggested in Para 8 of my above. Re work which are intended th finance from the proceeds of re proposed loan are all of a productive nature. It is most desirable, if not quite necessary, b launch ese schemes as soon as possible; taking an early advantage of the present easy condition of re Money-Market.

28-1-36

(Sd) T Vijayaraghavan
Dewan

29-1-36

Please put up

29/1

DEWAN'S OFFICE
30 JAN. 1936
No. 4697

NOTE—Contn. Sheet.

WD 2030—GPB—250—2-6-34

D.S.N. Put up.

Dewan 30/1/36.

30/1/36

Submitted to His Highness.

S

I submit for kind perusal the accompanying note of the Financial Secretary in regard to the floatation of a 3 % 1956-61 Loan for about 40 to 50 lakhs on "on tap basis" for financing certain productive works mentioned in the note. When the papers came to me, I minuted as follows:-

Page 3 of "S"

"His Highness's approval may be obtained to raising a loan of Rs 50 lakhs as suggested by the Financial Secretary above.

"The works which are intended to be financed from the proceeds of the proposed loan are all of a productive nature. It is most desirable, if not quite necessary, to launch these schemes as soon as possible, taking advantage of an easy money-market."

The Members of Council are agreeable to the above proposal and I solicit the gracious sanction of His Highness thereto.

Mirza M. Ismail

Mysore,)
30th January 1936.) DEWAN

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Floatation of the Mysore Government Three Per Cent. Loan, 1956-61.

C Secy
M I
2-2-36

396

Order.

~~KRW~~
31/1/36

Am
3.2.36

General and Revenue Secretariat

3101/7C

C.186

SUBJECT:-

Floatation of the Mysore Govt. Three Per Cent Loan, 1956-61 (On-Tap)

(*)

31. All urgent or confidential files returned with His Highness' orders may in the absence of instructions or indications to the contrary, be ordinarily circulated to the Members of Council for perusal after the issue of orders.

33. The Secretaries concerned should see that orders in the cases referred to above are issued at once and that the files are returned immediately after to the Chief Secretary for circulation to the Members.

34. In all other cases, the files will first be circulated to the Members of Council at Head-quarters and then sent to the Secretariat concerned for the issue of orders.

Circulated to Members of Council for perusal of His Highness' orders ~~before~~/after issue of orders. (*) (*Vide Rules* 31, 33 and 34 of the Subsidiary Rules for the conduct of business of Council in the Manual of Council Rules and Procedure.)

Chief Secretary to Government.

Through the Secretary to Government,

Fin ..... Department.

Loan notification issued & file circulated

FIRST MEMBER OF COUNCIL.

SECOND MEMBER OF COUNCIL.

5852/4p

Fin. Secy with Compliments

6/2/86

NOTE.—Contn. sheet.

Govt Notn no 3258-69 Fy 37 1-89-35-2 dt 3-2-36.

3.2.36.

DEWAN'S OFFICE
29 JAN. 1936
No 4680

Serial No.

Fair copy of the D O to the Hon'ble the Resident is put up for signature.

If the above D O is issued after the receipt of His Highness's orders, the interval between the date of intimation to the Residency and the date from which the loan will be open (5th February 1936 will become shorter, and the Residency might complain that sufficient previous intimation has not been given. If there is no objection, the D O may be issued immediately, in anticipation of His Highness's orders.

Dewan

29/1.

Yes -

29-1-36

ISSUED.

No 2873 dated 29-1-36 to the Resident 30/1/36. 31/1.

No 2964 dated 4-2-36 to the Resident

Resident's reply no ℋ 204-36 G.O.II dated 4-2-36

No 2986 dated 5-2-36 to the Resident

Resident's reply no ℋ 204-36 G.O.II dated 6-2-36

WD 2030—GPB—250—2-6-34

FINANCIAL REPORT
3094
7 FEB. 1936
GENL. & REV. SECTT.

Serial No.

DEWAN'S OFFICE
7 FEB. 1936
No. 4938

Ref: Government Notification No.Fl 5910 G F 189-35-2 dated 3rd February 1936, authorising all Mysore Government Treasuries and the Comptroller to accept subscriptions to the Three per cent 1956-61 loan from 5th February 1936, the issue price being Rs 101 for every bond of Rs 100 (nominal).

The interest on Savings Bank five year deposits was reduced to three per cent in August 1934, and the total amount of Fixed deposits received from August 1934 till the end of January 1936 works up to Rs 23.65 lakhs. Some of the holders of these Fixed deposits may be willing to tender these deposits for conversion to the new loan, and so far as Government is concerned such a conversion is desirable.

Draft Notification regarding the acceptance of these deposits (carrying interest at three per cent per annum) to the new 3% loan, ~~at par value~~, is submitted for approval. The Comptroller also is agreeable.

FEB 1936
SECTT.

Dewan

7.2.36.

MS
7-2-36

Issue
8/2/36

No 3R 6083-91 dy 189-35-3 dated 7/8-2-36 regarding the acceptance of 3% Five year Fixed Deposits, as subscriptions to the new Loan.

NOTE—Contn Sheet.

WD 03594—GPB—60,000—18-7185

IMMEDIATE

FINANCIAL SECRETARY 3229 15 FEB. 1936 GEN. & REV. SECTT.

FINANCIAL SECRETARY 15 FEB. No.

U.O.No. 392/S.B. Dated: 14th Feb 1936.

DEWAN'S OFFICE 17 FEB. 1936 No. 5121

With reference to Government Order No. Fl.1083-91/G.F.189-25-3 dated 6-2-1936 directing the acceptance of 3 per cent 5 year Fixed Deposits for conversion to 3 per cent State Loan of 1956-61, I enclose herein for information, a copy of the circular issued for the guidance of the Treasury Officer.

Comptroller.

The Financial Secretary

with compliments.

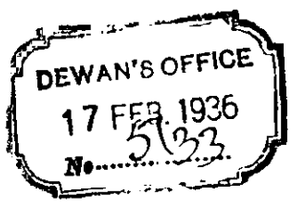
For perusal
Fl Secy) 15/2/36.

Secy 17.2.36

17-2-36
18/2/36.

General & Revenue Secretariat. | File No. | of 193

Serial No.



Reference:- Government Notification No. Fl. 5910/G.F.189-35-2 dated 3rd February 1936, inviting subscriptions to the Mysore Government Three Per Cent Loan 1956-61.

Para 5 of the Notification lays down that the Issue Price will be fixed from time to time and varied without notice by the Comptroller and that for the present it will be Rs 101 for every bond of Rs 100/- (nominal). The Issue Price was fixed at Rs 101 at a time when the market price for the Government of India 1951-54 paper was between Rs 102/- and Rs 102-8-0. The market price of the latter paper has since gone up to above Rs 103-8-0, following the rise in market prices of other Securities.

We have already received about Rs 22 lakhs during 8 days. Time has now come to consider the question of effecting any alteration in the present Issue Price. It seems desirable to put up the Issue Price somewhat as a gesture to the public to indicate that we are not overkeen in receiving money and that we are not uncognisant of the changes in the market prices of Securities. I would therefore suggest that the Issue Price may be fixed at Rs 101-4-0 ~~subscriptions which may be received from 19th February 1936~~. If approved, the Comptroller will be asked to issue necessary notice altering the Issue Price to Rs 101-4-0.

The Comptroller was ~~informally~~ consulted in this matter and he is agreeable to the above suggestion.

D E W A N.)

Noted 19/2/36

S L.

19/2/36

NOTE—Contn. Sheet.

WD 2030—GPB—250—2-6-34

17/2

To comptl 17-2-36 18/2/36

3260
21

General and Revenue Secretariat | File No. | of 193 . | [App. F. III—2

No. 2054/SL Dated 20-2-1936

Serial No.

Noted & returned with Compliments
The new rate is given effect to in the
case of all applications dated and posted
or posted subsequent to 19th February 1936

A. D. Lawaczek
Comptroller Mysore

FINANCIAL SECRETARY
20 FEB.
No.

NOTE.—Contn. Sheet.

WD 03594—GPB—30,000—13-7-35

FINANCE
20 FEB
No.....

DEW 'S OFFICE
20 FEB. 1936
No..... .....

Mysore Government 3% Loan of 1956-61.

Progress Report of subscriptions to the New Loan received at the State Treasuries and the Comptroller's Office on 20th February 1936.

	Subscriptions for the day	Total to date	Remarks
Cash subscriptions..	20,000.	28,89,300	

COMPTROLLER'S OFFICE,
STATE LOAN SECTION.

No. 2055 /S. L.

Bangalore, dated 20th February 1936.

Forwarded, with compliments, to the Financial Secretary to the Government of Mysore, Bangalore, for information.

Comptroller.

A/c permd. CMR
A S.S.N is also put up -
Shivaraj
20/2.

20-2-36

Submitted to His Highness.

I beg to submit for the gracious information of His Highness that the subscriptions to the new Three per cent 1956-61 Loan from 5th February to 20th February 1936 amount to Rs.28.89 lakhs as detailed below:-

	Rs. in lakhs.
Bank of Mysore, Limited, Bangalore.	11.17
Indian Bank Limited, Bangalore Branch.	9.00
Travancore National Bank, Bangalore Branch.	1.50
Others	7.22
Total.	28.89

The progress so far is satisfactory.

The Issue price of the new loan which was fixed at Rs.101 per cent in the first instance has been raised to Rs.101-4-0 per cent from 19th February 1936, in view of the rise in the market prices of the Government of India and our Securities.

Mirza M. Ismail

D E W A N .

Bangalore,)
20th February 1936.)

Record of Cases submitted for the Orders of His Highness the Maharaja.

C.S.3

Subject.

Progress Report of subscriptions to the new Three Per Cent. 1956-6 Loan from 5th to 20th February 1936

Seen MJ
21-2-36

No. 436

Order.

~~KRW~~
25/2/36

Am
27-2-36

General and Revenue Secretariat

C. 3

SUBJECT:- Progress Report of Subscriptions to the new Three Per. Cent. 1956-61 Loan from 5th to 20th Feb. '36

(*)

31. All urgent or confidential files returned with His Highness' orders may in the absence of instructions or indications to the contrary, be ordinarily circulated to the Members of Council for perusal after the issue of orders.

33. The Secretaries concerned should see that orders in the cases referred to above are issued at once and that the files are returned immediately after to the Chief Secretary for circulation to the Members.

34. In all other cases, the files will first be circulated to the Members of Council at Head-quarters and then sent to the Secretariat concerned for the issue of orders.

Circulated to Members of Council for perusal of His Highness' orders before/after issue of orders. (*Vide Rules* 31, 33 and 34 of the Subsidiary Rules for the conduct of business of Council in the Manual of Council Rules and Procedure.)

Chief Secretary to Government.

Through the Secretary to Government,

Financial Department.

6691 / 28/2

FIRST MEMBER OF COUNCIL.

28/2

6635 / 28/2

SECOND MEMBER OF COUNCIL.

29/2/36

Mi: Secy with Compliments

29-2-36

29/2

2/3/36.

NOTE.—Contn. sheet.

FINANCIAL
3310
20 FEB. 1936

C.E.N.L.U.O. No. 2009/S.L./ Encl. one. Dated: 18th February 1936.

FINANCIAL SECRETARY
18 FEB.
No.

Advertisement in news papers relating to 3% Loan 1956-61.

In accordance with the orders of Government conveyed in U.O. Note No.1834/S.L. dated 7-2-1936, the abbreviated form of the Loan Notification was arranged to be published in the Times of India, Madras Mail and the Hindu for about two weeks and also in the local news papers for the same period.

2. The Director of Industries and Commerce (Publicity Branch) has suggested this office to let him know whether the above advertisements should be continued to be published in the above ~~xxx~~ papers for some time more.

3. The collections to the Loan amount to nearly 24.77 lakhs uptodate. It is not apparently necessary to publish the same notification in the above papers any further, as it is costly. A shortened form of advertisement is herewith submitted; and if it is approved, I will arrange to have it published only in the above mentioned outside papers for a week more. The Director has intimated that the cost of 3 insertions in the above papers for a week more will not exceed Rs.120.

4. As regards publication of the shortened form of notification in the local news papers, I do not consider it to be necessary, as the publication in Mysore Gazette will secure adequate publicity to the intending subscribers with in the Mysore State.

5. Immediate orders of Government on the above points are solicited, to enable me to send a reply to the Director.

Comptroller.

To

The Financial Secretary,

with compliments.

S.S.

No. 2018 S.L./19-2-36
& ors.

Noted and Recommended
with compliments.

A. Raghavachary
Comptroller,
19/2/36

3310

FINANCE
20 FEB
No.

(Dft. & advt.)

DEWAN'S OFFICE
10 MAR. 1936
No. 5488

3775

FINANCIAL
9 MAR 1936
SECRETARY
No.

Mysore Government 3% Loan of 1956-61.

OFFICE OF THE SECOND MEMBER OF COUNCIL.
14 MAR 1936
No. 1029

Progress Report of subscriptions to the New Loan received at the State Treasuries and the Comptroller's Office on 9th March 1936.

6077
163

	Subscriptions for the day	Total to date	Remarks
Cash subscriptions..	4,99,400 ✓	42,73,400	
3% Savings Bank Fixed Deposits	1,500	4,000	
	5,00,900	42,77,400	

COMPTROLLER'S OFFICE,
STATE LOAN SECTION.

No. 2286 /S. L.

Bangalore, dated ~~6th February~~ 9th March 1936.

Forwarded, with compliments, to the Financial Secretary to the Government of Mysore, Bangalore, for information.

Comptroller.

perial Bank. Rs. 26,000
ntral Bank, Bombay. 4,00,000
artered Bank of India, Australia & China, Madras. 25,000
sore Bank. 67,400

I feel I ought to write a few lines to the Dewan. I may say that I consulted Sir Mirza before I drew up the Bill. He may be placed before the Dewan on the 13th. I presume it may not go above 50 lakhs by then

The day's subscription is large. We have now to consider when we have below us 100 lakhs - and then we might be content with a minimum of 30 lakhs.

COM22-P-100-7.36

9/3/36 10/3/36. 14/3/36 9/3 9/3/36.

DEWAN'S OFFICE
9 APR. 1936
No. 610

9 APR. 1936

FINANCIAL
8 APR.
No.

Mysore Government 3% Loan of 1956-61.

Progress Report of subscriptions to the New Loan received at the State Treasuries and the Comptroller's Office on 8-4-1936.

	Subscriptions for the day	Total to date	Remarks
Cash subscriptions..	8,000	44,29,800	
3% Savings Bank Fixed Deposits.		4,000	
Total.	8,000	44,33,800	

No. 256A /S. L.

COMPTROLLER'S OFFICE,
STATE LOAN SECTION.
Bangalore, dated 8th ~~February~~ April 1936.

Forwarded, with compliments, to the Financial Secretary to the Government of Mysore, Bangalore, for information.

A. S. Raghavendra
Comptroller.

by Dewan 8/4/36.

Showing Mr 8/4

8/4/36.

Compl

I wonder whether it serves any purpose to keep this going, as the response is getting poorer & poorer

SPR 9/4

9.4.36.

COM22-P-100.7.2.36

FINANCIAL 4646 15 APR. 1936 GENL of 193

General and Revenue Secretariat | File No. | [App. F. III—2

Serial No. U.O.No. 2681/S..L. Dated: 14th April 1936.

FINANCIAL SECRETARY 14 APR. No.

3% LOAN 1956-61.

The subscriptions to the above Loan have amounted to Rs.44.34 lakhs to end of 11-4-1936. The receipt of further subscriptions to the extent of 5.66 lakhs is necessary to make up the sum of Rs.50, lakhs, originally required by Government.

2. For the last 20 or 25 days, the subscriptions received have only been spasmodic probably due to the unsettled political conditions. The advertisement in the papers was stopped by this office more than a month ago with a view to keep the charges as low as possible but in view of the slow inflow of funds and to stimulate intending subscribers, I have arranged with the Publicity Officer, Bangalore, for two more insertions of the shortened form of the loan notification in the columns of the Times of India, the Hindu, and the Madras Mail, on the 13th and 16th April 1936, in order to draw the attention of the investing public, that our 3% Loan is still open and the applications may be sent to the Comptroller, Mysore Government, for the loan bonds. I expect that there will be a further flow of subscriptions to the loan, to the extent required, and I therefore request that my action in the matter may kindly be approved.

3. When the 3rd issue of the 4% 1953-63 Loan was still open last year, the Secretary, Insurance Committee, proposed an investment of about 35 lakhs, from the Insurance Fund, in this loan, with a view to

NOTE.—Contn. Sheet.

WD 03694—GPB—30,000—18-7-35

to issue the 4% Bonds, to the insured who asked for them when their policies matured, instead of bonus in cash. This proposal was sanctioned by Government and many retired men took advantage of this concession. The outgoing of cash from the treasury in the shape of bonus payments was thus minimised. In the case of the present 3% Loan, I am of opinion, that a similar investment may be made from the General Investment Account, to the extent of 10 lakhs or such higher amount which the Government may deem sufficient, so that the bonds may be issued, to such of the public or insured as may ask for the same at some later date at the market or the issue rate as the case may be. Another reason, for this investment is that when the Insurance Act comes into force, the Insurance Companies in the State may require some good Government scrip to invest their surplus funds in an approved manner and if we have a sufficient stock of these bonds in our General Investment Account, we may make them available to the Insurance Companies for the moneys to be deposited by them with Government.

I request that orders of Government to invest ten lakhs or other higher amount from the General Investment Account in the 3% Loan may kindly be obtained and communicated early, so that necessary action may be taken by me before the loan is closed finally.

4. In the usual course, the 3% Loan 1956-61 should close by the 19th of this month but as the expected amount is not yet received, I request orders, if the loan may be kept open till such time as the required amount is fully received, and then closed. I request early orders on the points raised.

S.S

Comptroller.

This matter considered & orders on at the time of attack closing the loan

M 14/4

This is an 'on tap' loan. There is no harm in carrying it. We had thought of going up to 70 lakhs - Price of 3½% G. Paper is moving up - More

Serial No.

DEWAN'S OFFICE
15 APR. 1936
6252

may be a revival of the response to our loan. Even now - do it may be continued for some time more.

Dewan)

14/4.

15/4/36.

Let us go up to Rs 70/- lakhs, if possible.

a little more assurance is necessary.

16-4-36

Comptr)

17/4

17.4.36

17/4/36

S.L. with Hyb.

20/4/36

No. 2444/82 Dated 21-4-36

Noted and Returned with Compliments.

Asst. Raghavachari
Comptroller.

20-4-36

Dew 20/4/36

Note

NOTE.—Contn. Sheet.

WD 0594—GPB—30,000—13-7-35

FINANCIAL SECRETARY
29 MAY 36
No.....

FINANCIAL
5570
15 JUNE 1936
GENL

U.O.No. 3141 /S.L. Dated: 29th May 1936.

M. C. D. No. 5/7e

3% Loan 1956-61.

Under orders passed by Government in U.O. Note No.2681/SL. dated 16-4-1936, the above loan is still kept open for public subscription. The amount collected from 16-4-1936 to 29-5-1936 i.e., for 1 month and 14 days is Rs.1,12,900/-, as not withstanding furtner advertisements in the important news papers, viz., The Times of India, the Madras Mail and the Hindu. The total amount of subscription received uptodate i.e., 29-5 1936 inclusive, is Rs.45,46,700/- and this has fallen short of the expected amount of 70 lakhs by Rs.24,53,300/-. The flow of subscriptions to the loan has thus been not satisfactory.

2. The Government of India 3% Loan of 1951-54 Bonds are selling in the market today at Rs.104-12-0 per cent after steady increase from about 102½, a month ago. The new Government of India 2½% per cent Loan is reported to have been oversubscribed on 26th instant, within 5 minutes and is already selling at a premium of 1/8 to 1/4 per cent as reported by brokers. The price of our paper may confidently be expected to go up, if the loan is closed.

3. I therefore suggest that the 3% Loan 1956-61 may be closed from 1-6-1936 (or such other earliest date as may be ~~desired~~ suitable) after investing in it about twenty-five lakhs from our cash balance towards General Investment Account, as already proposed in my U.O.Note No.2681/SL. dated 14-5-1936. This paper may be sold away in the public market subsequently in lots of two or three lakhs as soon as the market price goes up

5570
7R

up beyond Rs. 103/- or 104/- and thus not only get back the liquid cash but a profit of 2 to 3 per cent as well. This procedure will also remove the factor of uncertainty as to the duration of our loan from the investors point of view. To serve as a further filip to intending investors and get as much further cash as possible, a short advertisement may be put in the papers that the loan list will be closed on 31-5-1936 or such other early date as may be fixed.

I request immediate orders of Government in the matter.

Comptroller

S.S.

27.5.36.

It has since been decided to reduce the rates of interest on Savings Bank current and fixed deposits slightly from 1st July 1936. By the reduction in the rates of interest on these deposits, we may get larger subscriptions to the new loan. The question of closing the loan may be deferred for consideration till 15th July 1936.

15-6-36

The terms of our loans are not less attractive than those of the recent Govt of India 2 3/4% loan. The latter is reported to be selling at a premium already. This

5576
R

part does support the Comptr Contention that our paper too would appreciate in sympathy if the loan is closed. His proposal to invest Rs 25/- lakhs in the loan and take on sale the paper in lots when the price in power seems to deserve consideration. Keeping open the loan appears to have had a damping effect on the price of our paper

DEWAN'S OFFICE
16 JUNE 1936
No. 7721

H. Ley) 15.6.36

Arguments can be given for closing the loan and also for continuing it - If the ~~ratio out~~ loan is intrinsically attractive - and this would appear to be the case by comparing the prices of similar G.S. and other loans — there should be more subscriptions. When the subscriptions are not coming in large ~~quantities~~, it is immaterial whether we keep it open or not. We may I think close it on 15:7 after seeing the Effect of the reduction of ratio of interest on C.B. deposits.

OFFICE OF THE
SECOND MEMBER OF COUNCIL
4 JULY 1936
No. 98

Investment in it of our own funds is liable to misconstruction - We need not do this.

C Para 3 of the Comptr's note)

OFFICE OF THE
FIRST MEMBER OF COUNCIL
4 JULY 1936
No. 98.

H 1576. Ley. 16.6.36

For perusal.

First Member
Second Member

H 3/7/36

MD 16-6-36

H Ley 18.6.36

new 7/7/36

Ley 4/7

MD 4/7

Will. The loan list will accordingly be [illegible]

5570

General & Revenue Secretariat. | File No. of 193 | [App. F. III–2

Serial No.

U.O.No. 150 /S.L./ Encl one Dated: 15th July 1936.

Returned with compliments.

The 3% Loan list has been closed today and a notice to this effect has been arranged to be published in the Mysore Gazette for the information of the public.

Treasuries, Banks and important Brokers have also been advised in the matter.

A copy of the Notice issued is enclosed for information.

Comptroller.

S.S.

FINANCIAL SECRETARY 15 JULY No.....

DEWAN'S OFFICE JULY 1936 No. 1384

OFFICE OF THE SECOND MEMBER OF COUNCIL, 17 JULY 1936 No. 475

NOTE—Contn. Sheet.

General and Revenue Secretariat | File No. 13?38/29 of 193 | [App. F. III—2

Serial No.

Letter No.850 S L dated 10th October 1936, from the Comptroller, submitting the final report on the operations of the Mysore Government 3% 1956-61 loan.

DEWAN'S OFFICE
21 OCT. 1936
No. 1080

Submitted for kind perusal.

2. The Loan which was opened for subscription from 5th February 1936, was closed on 15th July 1936. The total subscriptions to the Loan amount to Rs 48.96 lakhs, of which a premium of one per cent was received in respect of Rs 28.89 lakhs, and a premium of 1¼% in respect of the balance. The total premium realised was Rs 53,729. From Statement B attached to the Comptroller's report, it will be seen that about Rs 10 lakhs was subscribed by the Indian Bank, Ltd, Bangalore Branch, 13 ¾ lakhs by the Bank of Mysore, and 3¾ lakhs by the Imperial Bank.

3. The Comptroller has been separately asked to maintain a Pro-forma account of the loan proceeds and their utilisation for productive works. From page 19 of the Dewan's address to the R A in June last, it will be seen that about Rs 42 lakhs have already been allotted.

4. The Comptroller states that the all the items of work connected with the loan have been completed, and his recommendation for the grant of Bonus to the staff of the State Loan section etc engaged on Loan work in addition to their normal work, is dealt with in a separate file.

5. In para 13 of his letter, the Comptroller states that if Government approve, he will communicate to the three Banks referred to in para 2 above, the thanks of Government for their cooperation. This may perhaps be approved, and the Comptroller's report recorded.

6. D S N is also submitted for consideration.

NOTE—Contn. Sheet.

I do not think this is really necessary. This was a small loan and amount subscribed through it was not much. The loan was closed long ago & it seems the matter lies in the dust. I think the new Dewan

19-10-36 M/19/10

H Secy)

KW 19/10

Submitted to His Highness

P
Z

With the gracious approval of His Highness, a Three per cent 1956-61 loan was raised in February last on "on tap basis" with a view to finance certain productive works, and the Loan was confined to the State. I submit herewith the final report of the Comptroller on the operations of this loan for His Highness's gracious perusal.

C

The total subscriptions to the Loan amount to Rs.48.96 lakhs, of which a sum of Rs.28.89 lakhs was received at a premium of 1% and the balance at a premium of 1¼%. The total premium realised was Rs.53,729. The loan proceeds will be utilised only on remunerative works as indicated in my Submission Note on the Budget estimates for 1936-37.

Mirza M. Ismail

D E W A N .

Mysore,
21st October 1937.)

Record of Cases submitted for the Orders of His Highness the Maharaja.

Subject.

Final report on the operations of the Mysore Government Three Per Cent. Loan, 1956-61.

Chief Min
24-10-36

60

Order.

~~KRMP~~
22/10/36

H.H. 107.

General and Revenue Secretariat

SUBJECT:-

Final report on the operations of the Mysore Government Three Per Cent Loan, 1956-61.

(*)

31. All urgent or confidential files returned with His Highness' orders may in the absence of instructions or indications to the contrary, be ordinarily circulated to the Members of Council for perusal after the issue of orders.

33. The Secretaries concerned should see that orders in the cases referred to above are issued at once and that the files are returned immediately after to the Chief Secretary for circulation to the Members.

34. In all other cases, the files will first be circulated to the Members of Council at Head-quarters and then sent to the Secretariat concerned for the issue of orders.

Circulated to Members of Council for perusal of His Highness' orders before/after issue of orders.* (*Vide Rules* 31, 33 and 34 of the Subsidiary Rules for the conduct of business of Council in the Manual of Council Rules and Procedure.)

Chief Secretary to Government.

Through the Secretary to Government,

Financial Department.

FIRST MEMBER OF COUNCIL.

27/10

3014
27.10.36

SECOND MEMBER OF COUNCIL.

28/10/36

Financial Secretary
with Compliments.

28/10

NOTE.—Contn. sheet.

1336/7E

3/. 1956-61 Loan

General and Revenue Secretariat | File No. | of 193 | [App. F. III—2

Serial No.

Draft recording the Comptroller's report is submitted for approval.

Z
30-10-36 MV

7E Sanji 30/10

Issue 1/11

TYPING SECTION
- 2 NOV. 1936
GENL. & REV. SECTT.

G.O. No 3E 2898 G/F 189-35-7 dated 3/4th November 1936 reviews the report of the Comptroller on the operations of the 3/. 1956-61 Loan.

Printed Copy
Draft recorded in F.D. file recorded

03
Z
7-11-37

NOTE—Contn. Sheet.

WD 0417—GPB—30,000—5-9 36

DEWAN'S OFFICE
4 FEB. 1936
No. 8.49

Government of His Highness the Maharaja of Mysore.

FINANCIAL DEPARTMENT

Notification No. Fl. 5910—G. F. 189-35-2, dated Bangalore, 3rd February 1936.

MYSORE GOVERNMENT THREE PER CENT LOAN, 1956-61.

(Free of Income-tax.)

All Mysore Government Treasuries and the Comptroller to the Mysore Government are authorised to accept subscriptions to the Mysore Government **Three Per Cent Loan 1956-61**, from the 5th February 1936. Government will be at liberty to stop the issue at any time without notice. The interest will be free of both Mysore Government and Government of India income-tax, but it will be taken into account in determining the rate at which the tax will be levied on other income.

2. Subscriptions may be in cash or by cheque. **Individual subscriptions exceeding rupees one lakh require the previous approval of the Comptroller.**

3. Interest on the loan will be paid at any Treasury in the State or at the Bank of Mysore. Arrangements will also be made for payment of interest in British India.

PERIOD OF CURRENCY.

4. The Loan is repayable at par on the **20th April 1961** but the Government will have the option to repay the whole or any part of it at par on or after the **20th April 1956**, subject to three months' previous notice being given in the Mysore Government *Gazette*.

ISSUE PRICE.

5. The **issue price** will be fixed from time to time and varied without notice by the Comptroller. For the present, it **will be Rs. 101 for** every bond of **Rs. 100 (nominal).**

INTEREST.

6. The Loan will bear interest at the rate of **three per cent** per annum from the **20th April 1936**. Interest will be payable half-yearly on the **20th October** and **the 20th April**. Advance interest from date of credit of subscription to the 19th April 1936, inclusive, will be paid at the time of issue of securities at the rate of **three per cent** per annum on the nominal value of the loan subscribed for.

SUPPLEMENTARY PROVISIONS.

7. Cheques should be drawn in favour of the officer to whom the application is presented. The securities will, in this case, be issued only after the cheques are realised.

8. The securities will be issued by the Comptroller in the form of :—

Stock :—The applicants for which will be given Stock Certificates ; or

Promissory Notes :—If no preference is stated by the applicant, the securities will be issued in the form of Promissory Notes.

9. Promissory Notes will be issued in the following denominations :—

Rs. 100 ; 500 ; 1,000 ; 5,000 ; 10,000 ; 25,000 ; 50,000 ; and 1,00,000.

Stock Certificates will be issued for any multiple of Rs. 100.

10. Applications may be in the form attached or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, the amount of cash or cheques tendered and the Treasury or the Bank at which payment of interest is desired.

11. Brokerage at the rate of $\frac{1}{16}$ per cent will be paid to recognised Brokers and Bankers in respect of applications bearing their stamp.

By Order,
S. SHAMANNA,
Financial Secretary to Government.

Form of Application to the Mysore Government Three Per Cent Loan, 1956-61.

Application No.

I/We.....herewith tender cash/cheque on.....for Rs.....under the terms of the Notification No. Fl. 5910—G. F. 189-35-2, dated 3rd February 1936 and request that Three Per Cent Bonds of the nominal value of Rs.....be issued to me/us in the form of Stock Certificate/Promissory Notes of the following denominations, interest being payable at.....

Signature.....

Station.....

Name in full.....

Date.....

Address.....

.....

Serial No.	Denomination of the pieces	Number of pieces	Face value Rupees	For use by the Comptroller's Office	
				Denomination and pronote numbers issued	No. and date of cheque for payment of advance interest

Received Rs.....

Shroff. *Treasurer.* *Treasury Officer.*

WD 1411—GPB—1,000—4-2-56.

Government of His Highness the Maharaja of Mysore.

FINANCIAL DEPARTMENT.

FINANCIAL SECRETARY
5 FEB
No.

Notification No. Fl. 5910—G. F. 189-35-2, dated Bangalore, 3rd February 1936.

MYSORE GOVERNMENT THREE PER CENT LOAN, 1956-61.

(Free of Income-tax.)

All Mysore Government Treasuries and the Comptroller to the Mysore Government are authorised to accept subscriptions to the Mysore Government **Three Per Cent Loan 1956-61**, from the 5th February 1936. Government will be at liberty to stop the issue at any time without notice. The interest will be free of both Mysore Government and Government of India income-tax, but it will be taken into account in determining the rate at which the tax will be levied on other income.

2. Subscriptions may be in cash or by cheque. **Individual subscriptions exceeding rupees one lakh require the previous approval of the Comptroller.**

3. Interest on the loan will be paid at any Treasury in the State or at the Bank of Mysore. Arrangements will also be made for payment of interest in British India.

PERIOD OF CURRENCY.

4. The Loan is repayable at par on the **20th April 1961** but the Government will have the option to repay the whole or any part of it at par on or after the **20th April 1956**, subject to three months' previous notice being given in the Mysore Government *Gazette*.

ISSUE PRICE.

5. The **issue price** will be fixed from time to time and varied without notice by the Comptroller. For the present, it **will be Rs. 101 for** every bond of **Rs. 100 (nominal).**

INTEREST.

6. The Loan will bear interest at the rate of **three per cent** per annum from the **20th April 1936**. Interest will be payable half-yearly on the **20th October** and **the 20th April**. Advance interest from date of credit of subscription to the 19th April 1936, inclusive, will be paid at the time of issue of securities at the rate of **three per cent** per annum on the nominal value of the loan subscribed for.

SUPPLEMENTARY PROVISIONS.

7. Cheques should be drawn in favour of the officer to whom the application is presented. The securities will, in this case, be issued only after the cheques are realised.

8. The securities will be issued by the Comptroller in the form of :—

Stock :—The applicants for which will be given Stock Certificates ; or

Promissory Notes :—If no preference is stated by the applicant, the securities will be issued in the form of Promissory Notes.

9. Promissory Notes will be issued in the following denominations :—

Rs. 100 ; 500 ; 1,000 ; 5,000 ; 10,000 ; 25,000 ; 50,000 ; and 1,00,000.

Stock Certificates will be issued for any multiple of Rs. 100.

10. Applications may be in the form attached or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, the amount of cash or cheques tendered and the Treasury or the Bank at which payment of interest is desired.

11. Brokerage at the rate of $\frac{1}{16}$ per cent will be paid to recognised Brokers and Bankers in respect of applications bearing their stamp.

By Order,
S. SHAMANNA,
Financial Secretary to Government.

Form of Application to the Mysore Government Three Per Cent Loan, 1956-61.

Application No.

I/We.....herewith tender cash/cheque on.....for Rs.....under the terms of the Notification No. Fl. 5910—G. F. 189-35-2, dated 3rd February 1936 and request that Three Per Cent Bonds of the nominal value of Rs.....be issued to me/us in the form of Stock Certificate/Promissory Notes of the following denominations, interest being payable at.....

Signature.....

Station.....

Name in full.....

Date.....

Address.....

.....

Serial No.	Denomination of the pieces	Number of pieces	Face value Rupees	For use by the Comptroller's Office	
				Denomination and pronote numbers issued	No. and date of cheque for payment of advance interest

Received Rs.....

Shroff *Treasurer.* *Treasury Officer.*

WD 1411—GPB—1,000—1-2-36.

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

FINANCIAL DEPARTMENT.

Notification No. H 5910/G.F.189-35-2 dated 3/2/36 Dated, Bangalore,

MYSORE GOVERNMENT THREE PERCENT LOAN 1956-61.

(Free of Income-tax)

All Mysore Government Treasuries and the Comptroller to the Mysore Government are authorised to accept subscriptions to the - Mysore Government Three per cent Loan 1956-61 from the 5th February 1936. Government will be at liberty to stop the issue at any time without notice. The interest will be free of both Mysore Government and Government of India Income-tax, but it will be taken into account in determining the rate at which the tax will be levied on other income.

2. Subscriptions may be in cash or by cheque. Individual subscriptions exceeding Rs. one lakh require the previous approval of the Comptroller.

3. Interest on the loan will be paid at any Treasury in the State. or at the Bank of Mysore. Arrangements will also be made for payment of interest in British India.

PERIOD OF CURRENCY.

4. The Loan is repayable at par on the 20th April 1961 but the - Government will have the option to repay the whole or any part of it at par on or after the 20th April 1956, subject to three months' previous notice being given in the Mysore Government Gazette.

ISSUE PRICE.

5. The issue price will be fixed from time to time and varied without notice by the Comptroller. For the present it will be Rs.101 for every Bond of Rs.100 (nominal).

INTEREST.

6. The loan will bear interest at the rate of three per cent per annum from the 20th April 1936. Interest will be payable half-yearly on the ~~19th~~ 20th October and the 20th April. Advance interest from date of credit of subscription to the 19th April 1936, inclusive, will be paid at the time of issue of securities at the rate of three per cent. per annum on the ~~amount of the~~ nominal value of the loan ~~bonds~~ subscribed for.

SUPPLEMENTARY PROVISIONS.

7. Cheques should be drawn in favour of the officer to whom the application is presented. The securities will, in this case, be issued only after the cheques are realised.

8. The securities will be issued by the Comptroller in the form of:-

Stock:- The applicants for which will be given Stock Certificiates or -

Promissory Notes:- If no preference is stated by the applica the securities will be issued in the form of Promissory Notes.

9. Promissory Notes will be issued in the following denomination Rs.100; 500; 1000; 5000; 10000; 25000; 50000; and 1,00,000.

Stock Certificates will be issued for any multiple of Rs.100.

10. Applications may be in the form attached or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, the amount of cash or cheques tendered and the Treasury or the Bank at which payment of interest is desired.

11. Brokerage at the rate of 1/16 per cent will be paid to - recognised Brokers and Bankers in respect of applications bearing their stamps.

By Order,

26.1.86.

Financial Secretary to Government.

Form of application for the Mysore Government Three and ~~a Half~~ Per Cent Loan 1951-1958. 1956-61

Application No.

I/We .....herewith tender cash/cheque on.....for Rs..... .....and request that 3½ Per Cent Bonds of the nominal value of Rs.....be issued to me/us in the form of Stock Certificate—Promissory Notes of the following denominations, interest being payable at.....

Signature.....

Station..... Name in full..... ....

Date..... Address.....

Serial No.	Denomination of the pieces	Number of pieces	Face value Rupees	For use by the Comptroller's Office	
				Denomination and pronote numbers issued	No. and date of cheque for payment of advance interest

Received Rupees.

Shroff. *Treasurer.* *Treasury Officer.*

Government of His Highness the Maharaja of Mysore,

Financial Department.

Notification No. H5910 / G.Fn 187-36-2 Dated, Bangalore 3rd Febry 1936

Mysore Government THREE PERCENT LOAN 1956-61.

(FREE OF INCOMETAX).

All Mysore Government Treasuries and the Comptroller to the Mysore Government are authorised to accept subscriptions to the Mysore Government "Three per cent Loan 1956-61," from the 5th February 1936, Government will be at liberty to stop the issue at any time without notice. The interest will be free of both Mysore Government and Government of India Incometax, but it will be taken into account in determining the rate at which the tax will be levied on other income.

2. Subscriptions may be in cash or by cheque. Individual subscriptions exceeding Rs. one lakh require the previous approval of the Comptroller.

3. Interest on the loan will be paid at any Treasury in the State or at the Bank of Mysore. Arrangements will also be made for payment of interest in British India.

PERIOD OF CURRENCY.

4. The Loan is repayable at par on the 20th April 1961 but the Government will have the option to repay the whole or any part of it at par on or after the 20th April 1956 subject to three months' previous notice being given in the Mysore Government Gazette.

ISSUE PRICE.

5. The issue price will be fixed from time to time and varied without notice by the Comptroller. For the present, it will be Rs.101 for every bond of Rs.100/- (nominal)

INTEREST.

6. The loan will bear interest at the rate of three per cent per annum from the 20th April 1936. Interest will

will be payable half-yearly on the 20th October and the 20th April. Advance interest from date of credit of subscription to the 19th April 1936 inclusive will be paid at the time of issue of securities at the rate of three per cent, per annum on the nominal value of the loan subscribed for.

SUPPLEMENTARY PROVISIONS.

7. Cheques should be drawn in favour of the officer to whom the application is presented. The securities will, in this case, be issued only after the cheques are realised.

8. The securities will be issued by the Comptroller in the form of:-

Stock. - The applicants for which will be given Stock Certificates or -

Promissory Notes. - If no preference is stated by the applicant, the securities will be issued in the form of Promissory Notes.

9. Promissory Notes will be issued in the following denominations:-

Rs. 100; 500; 1000; 5000; 10000; 25000; 50000; and 100000

Stock Certificates will be issued for any multiple of Rs. 100.

10. Applications may be in the form attached or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, the amount of cash or cheques tendered and the Treasury or the Bank at which payment of interest is desired.

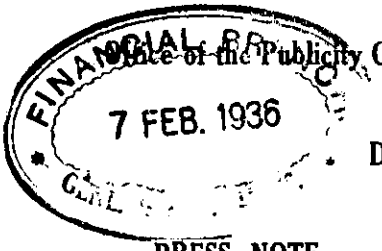
11. Brokerage at the rate of 1/16 per cent will be paid to recognised Brokers and Bankers in respect of applications bearing their stamps.

By Order,

V. K. Cumaraswamy
Financial Secretary to Government.

To. The Comptroller to Govt.
for necessary action

Office of the Publicity Officer to the Government of Mysore,
PUBLIC OFFICES,



No. 1371-430/P. O.

Dated, Bangalore, 6th February 1936.

PRESS NOTE.

The Government of His Highness the Maharaja of Mysore have sanctioned the floatation of a 1956–61 loan bearing interest at three per cent per annum. The issue price is at present Rs.101 per cent and is liable to be changed at any time by the Comptroller without notice. Interest on this loan is exempt from both Mysore Government and Government of India Incometax and is payable half-yearly on 20th April and 20th October of each year. The Loan is repayable at par at the end of 25 years; but the Government retain the option of repaying the whole or any part of the loan after 20 years subject to 3 months' previous notice in the Mysore Government Gazette. Subscriptions will be received from the 5th February 1936 at all Treasuries in the Mysore State and by the Comptroller, Mysore Government, Bangalore. Individual subscriptions exceeding Rupees one lakh require the previous approval of the Comptroller. The terms of the Loan should prove attractive to intending investors in the present condition of the money market.

Financial Branch.
W.C.)

V. VEDAVYASACHARYA,
Publicity Officer to Government.

Office of the Publicity Officer to the Government of Mysore,
PUBLIC OFFICES,

Dated, Bangalore, 6th February 1936.

No. 1371-430/P. O.

PRESS NOTE.

The Government of His Highness the Maharaja of Mysore have sanctioned the floatation of a 1956-61 loan bearing interest at three per cent per annum. The issue price is at present Rs.101 per cent and is liable to be changed at any time by the Comptroller without notice. Interest on this loan is exempt from both Mysore Government and Government of India Incometax and is payable half-yearly on 20th April and 20th October of each year. The Loan is repayable at par at the end of 25 years; but the Government retain the option of repaying the whole or any part of the loan after 20 years subject to 3 months' previous notice in the Mysore Government Gazette. Subscriptions will be received from the 5th February 1936 at all Treasuries in the Mysore State and by the Comptroller, Mysore Government, Bangalore. Individual subscriptions exceeding Rupees one lakh require the previous approval of the Comptroller. The terms of the Loan should prove attractive to intending investors in the present condition of the money market.

V. VEDAVYASACHARYA,
Publicity Officer to Government.

12 copies

G.F.189-35-3

Read.

Government Notification No.Fi 5910 G F 189-35-2 dated 3rd February 1936, authorising all Mysore Government Treasuries and the Comptroller to accept subscriptions to the Three per cent 1956-61 Loan from 5th February 1936.

Order No. 6083-91

Dated 7th February 1936.

Government direct that the Mysore Government Savings Bank Five year deposits, carrying interest at Three per cent per annum, be accepted as subscription to the Three per cent 1956-61 loan, as the equivalent of cash ~~at Rs 100 per Rs 100~~ of corresponding nominal value of the Fixed deposits tendered.

7.2.36.

Financial Secretary.

To

The Comptroller
The Deputy Commissioners (Try dept).
~~All districts and t~~
Press Table

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

Read :—

Government Notification No. F1.5910/3.F.189-35-2 dated 3rd February 1936, authorising all Mysore Government Treasuries and the Comptroller to accept subscriptions to the Three per cent 1956-61 Loan from 5th February 1936.

Order No. Fos 3-91 S.F-189.35-3

Dated, Bangalore, the 8th February 1936.

Government direct that the Mysore Government Savings Bank Five year deposits, carrying interest at Three per cent per annum, be accepted as subscription to the Three per cent 1956-61 Loan, as the equivalent of cash of corresponding nominal value of the Fixed deposits tendered.

M Shamanna

Asst Financial Secretary to Government.

To

The Comptroller to Government.
The Deputy Commissioners of Districts (Treasury Deptt.).

FIXED TABLE.

C.T.O.:12.

Draft D.O. to the Hon'ble the Resident to be issued under the Dewan's signature.

Dear

I wish to inform you that the Mysore Government have, under their active consideration, a large number of Electrical and Irrigation Schemes of a productive nature and that, as the present time is very favourable for [illegible] borrowing, they intend to raise a 3% loan (Tax free) for about Rs.50 lakhs on "on tap basis", very shortly. The loan will be confined to the State and applications will be received only at the State Treasuries.

A copy of the loan notification will be sent to you in due course.

Yours sincerely,

29th January 1936.

No. 2873

I wish to inform you that the Mysore Government have, under their active consideration, a large number of Electrical and Irrigation Schemes of a productive nature and that, as the present time is very favourable for borrowing, they intend to raise a 3% loan (Tax free) for about Rs.50 lakhs on the "on tap basis", very shortly. The loan will be confined to the State and applications will be received only at the State Treasuries.

A copy of the loan notification will be sent to you in due course.

The Hon'ble
Mr. L.G.L. Evans, C.I.E., I.C.S
Resident in Mysore,
Bangalore.

ISSUED.

Draft D.O. to the Hon'ble the Resident in Mysore, to be issued under the Dewan's signature.

Dear .....

In continuation of my D.O.No. 2873 dated 29th January 1936, I am sending herewith two copies of the Notification relating to our new THREE PER CENT LOAN. It has been assumed that the one month's previous notice, which the Government of India wish to have before a loan is raised, mentioned in your office letter No.F. 444-35/R.O.II dated 31st January 1936, does not apply to loans raised within the ~~Mysore~~ State ~~and at any rate to one which has been already arranged for before the receipt of the above communication.~~

~~I may add that~~ I shall address you separately ~~about it~~. this communication.

Yours

Jm

Jm
3/2

D.O.No. 2964/Exes. Fins

Bangalore

3rd February 1936.
4th

My dear Mr. Evans,

In continuation of my D.O. No. 2873 dated 29th January 1936, I am sending herewith two copies of the Notification relating to our new Three Per Cent Loan. It has been assumed that the one month's previous notice, which the Government of India wish to have before a loan is raised, mentioned in your office letter No. F.444-35/ R.O.II dated 31st January 1936, does not apply to loans raised within the State.

I shall address you separately in regard to this communication.

Yours sincerely,
(Sd) M. M. D.

The Hon'ble
Mr. L. G. L. Evans, C.I.E., I.C.S.,
Resident in Mysore,
BANGALORE.

Government of His Highness the Maharaja of Mysore.

FINANCIAL DEPARTMENT.

Notification No. Fl. 5910—G. F. 189-35-2, dated, Bangalore 3rd February 1936.

MYSORE GOVERNMENT THREE PER CENT LOAN 1956-61

(Free of Income-tax.)

All Mysore Government Treasuries and the Comptroller to the Mysore Government are authorised to accept subscriptions to the Mysore Government **Three per cent Loan 1956-61** from the 5th February 1936. Government will be at liberty to stop the issue at any time without notice. The interest will be free of both Mysore Government and Government of India income-tax, but it will be taken into account in determining the rate at which the tax will be levied on other income.

2. Subscriptions may be in cash or by cheque. **Individual subscriptions exceeding Rupees one lakh require the previous approval of the Comptroller.**

3. Interest on the loan will be paid at any Treasury in the State or at the Bank of Mysore. Arrangements will also be made for payment of interest in British India.

PERIOD OF CURRENCY.

4. The Loan is repayable at par on the **20th April 1961** but the Government will have the option to repay the whole or any part of it at par on or after the **20th April 1956**, subject to three months' previous notice being given in the Mysore Government *Gazette*.

ISSUE PRICE.

5. The **issue price** will be fixed from time to time and varied without notice by the Comptroller. For the present, it **will be Rs. 101 for** every bond of **Rs. 100 (nominal.)**

INTEREST.

6. The Loan will bear interest at the rate of **three per cent** per annum from the **20th April 1936**. Interest will be payable half-yearly on the **20th October** and **the 20th April**. Advance interest from date of credit of subscription to the 19th April 1936, inclusive, will be paid at the time of issue of securities at the rate of **three per cent**, per annum on the nominal value of the loan subscribed for.

SUPPLEMENTARY PROVISIONS.

7. Cheques should be drawn in favour of the officer to whom the application is presented. The securities will, in this case, be issued only after the cheques are realised.

8. The securities will be issued by the Comptroller in the form of :—

Stock :—The applicants for which will be given Stock Certificates ; or

Promissory Notes :—If no preference is stated by the applicant, the securities will be issued in the form of Promissory Notes.

9. Promissory Notes will be issued in the following denominations :—
Rs. 100 ; 500 ; 1,000 ; 5,000 ; 10,000 ; 25,000 ; 50,000 ; and 1,00,000.

Stock Certificates will be issued for any multiple of Rs. 100.

10. Applications may be in the form attached or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, the amount of cash or cheques tendered and the Treasury or the Bank at which payment of interest is desired.

11. Brokerage at the rate of $\frac{1}{16}$ per cent will be paid to recognised Brokers and Bankers in respect of applications bearing their stamp.

By Order,
S. SHAMANNA,
Financial Secretary to Government.

Form of Application to the Mysore Government Three Per Cent Loan, 1956-61.

Application No.

I/we.....herewith tender cash/cheque on.....for Rs..... ....under the terms of the Notification No. Fl. 5910—G. F. 189-35-2, dated 3rd February 1936 and request that Three Per Cent Bonds of the nominal value of Rs.....be issued to me/us in the form of Stock Certificate/Promissory Notes of the following denominations, interest being payable at.....

Signature.....

Station... ... .

Name in full..... .....

Date..... ...

Address.....

....

Serial No.	Denomination of the pieces	Number of pieces	Face value Rupees	For use by the Comptroller's Office	
				Denomination and pronote numbers issued	No. and date of cheque for payment of advance interest

Received Rs.... .. ..

Shroff. *Treasurer.* *Treasury Officer*

WD 1411—GPB—1000—4-2-36.

DEWAN'S OFF
4 FEB. 1936
No. M. 845

D.O.No. F.204-36
R.O.II

THE RESIDENCY,
BANGALORE.

Dated 4th February 1936.

MYSORE GOVERNMENT 3% LOAN.

My dear Sir Mirza,

Will you kindly refer to your demi-official letter No.2873, dated the 29th January 1936. I have informed the Government of India by confidential telegram on the 31st January of the intention of the Mysore Government to raise this three per cent loan. Will you now please see this Residency letter No.F.444-35/R.O.II, dated the 31st January 1936, in which the latest views of the Government of India on the subject of State loans were communicated to the Government of Mysore. I trust that you will find it possible to meet their wishes, especially in the matter of notice in respect of the loan now under contemplation.

Yours sincerely,

H. Colvin

Sir Mirza M. Ismail, K.C.I.E., O.B.E.,
Dewan of Mysore.

BJ

Draft D O to the Hon'ble the
Resident.

My dear

Your D O No.F 204-36 R O II dated 4th February tohand. Apparently this letter and my letter No.2964 dated 3rd February 1936 sent to you to day have crossed each other. It will be seen from the latter that the Notifitation relating to the present loan has already been issued.

As I have already mentioned in my letter dated 3rd instant, a separate communication will be sent with regard to the procedure indicated in your office letter No.F 444-35 R O II dated 31st January 1936. The Government of Mysore feel that they should have full liberty of action with regard to internal loans, and may ~~an appropriate~~ to take in the views of the Govt. of I. in this matter.

Yours sincerely,

Regret is made it is quite impossible for them

AR
4/2

DEWAN OF MYSORE

BANGALORE.

4th February 1936.

My dear Mr Evans,

Your D.O. No.F.204-36/R.O.II dated 4th February to hand.

Your letter has apparently crossed mine of ~~yesterday's date~~ 3rd inst. on the same subject. It will be seen from the latter that the Notification relating to the present loan has already been issued.

As I have mentioned in my letter, a separate communication will be sent with regard to the procedure indicated in your office letter No.F.444-35/R.O.II dated 31st January 1936. The Government of Mysore feel that they should have full liberty of action in regard to ~~internal~~ loans raised within the State, and they regret very much that it is ~~quite~~ impossible for them to fall in with the views of the Government of India in this matter

Yours Sincerely

Mirza M. Ismail

DEWAN OF MYSORE

BANGALORE.

4th February 1936

Your D.O. No.F.204-36/R.O.II dated 4th February to hand. Apparently ~~this~~ your letter ~~and my letter No.2964 dated 3rd February 1936 sent to you today have crossed each other.~~ It will be seen from the latter that the Notification relating to the present loan has already been issued.

As I have ~~already~~ mentioned in my letter ~~dated 3rd instant~~, a separate communication will be sent with regard to the procedure indicated in your office letter No.F.444-35/R.O.II dated 31st January 1936. The Government of Mysore feel that they should have full liberty of action with regard to internal loans, and they regret very much it is quite impossible for them to fall in with the views of the Government of India in this matter

D.O.No. 2986

5th February 1936.

My dear Mr. Evans,

Your D.O. No.F. 204-36/R.O. II dated 4th February to hand.

Your letter has apparently crossed mine of the 3rd on the same subject. It will be seen from the latter that the Notification relating to the present loan has already been issued.

As I have mentioned in my letter, a separate communication will be sent with regard to the procedure indicated in your office letter No.F.444-35/R.O. II, dated 31st January 1936. The Government of Mysore feel that they should have full liberty of action in regard to loans raised within the State, and they regret very much that it is impossible for them to fall in with the wishes of the Government of India in this matter.

Yours sincerely,

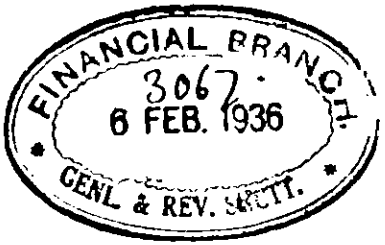
M

The Hon'ble
Mr. L.G.L. Evans, C.I.E.,
Resident in Mysore,
Bangalore.

D.O.No. F.204-36
R.O. II

THE RESIDENCY,
BANGALORE.
6th February 1936.

MYSORE GOVERNMENT THREE PER CENT LOAN,
1956-61.



My dear Sir Mirza

Will you please refer to the correspondence ending with your demi-official letter No.2986, dated the 5th February 1936.

In answer to my telegram of the 31st January 1936, the Government of India have telegraphed on the 5th February to say that they have no advice or suggestions to offer in regard to the new Mysore three per cent loan.

Yours sincerely

H. Lamb

F. Secy
Comp. the file
for the Hs information
MJ
6-2-36

Sir Mirza M. Ismail, K.C.I.E., O.B.E.,
Dewan of Mysore.

BJ

Mysore Government 3% Loan of 1956-61

No. Dated 14th February 1936

From
The Comptroller to the Government of Mysore
Bangalore

To
All Treasury Officers.

TREASURY PROCEDURE

Sir,

I have the honor to invite reference to Government Order No. Fl. 6083-91/G.F. 189-35-3 dated 8-2-1936, announcing the acceptance of the 5 year 3% S.B. Fixed Deposit Receipts for conversion in the new 3% Loan 1956-61.

2. Issue Price -

A premium of one rupee per cent will be charged on the Fixed Deposit Receipts submitted for conversion to the 3% Loan 1956-61 i.e. for every one hundred rupees of the fixed deposit plus one rupee towards premium tendered for conversion, applicants will receive 100 rupees (nominal value) of the 3% Loan bonds bearing interest from 20-4-1936

The amount received in cash towards premium should be credited to XIII Miscellaneous (6) Miscellaneous (i) Premium on 3% Loan 1956-61 in the Treasury Accounts and the receipt at foot of form No.L (1) certified by the Treasury Officer

3. Applications arriving in the Treasury should be received by the Treasury direct and forwarded to this office by post on the same day. The parties should be given a temporary receipt in the form L2, for the 3 per cent 5 Year Fixed Deposit Receipts tendered for conversion.

4. In receiving the deposit receipts for conversion, it should be seen that the title of the holder is good and is in accordance with the Savings Bank Rules. It should also be seen that it is properly discharged by the rightful holders as under :-

" Contents received. Pay to the Comptroller, Mysore Government".

5. The original entries in the Receipt Registers of the Fixed Deposit Receipts of the Treasury should be cancelled with the remark "Discharged by issue of 3% Loan Bonds 1956-61' and a reference to the number and date of the loan application quoted.

6. The details of the 3% Fixed Deposit Receipts received for conversion will be entered in form No.L3 by carbon process ~~from~~ in duplicate. Interest on the 3% Fixed Deposit Receipts from the last due date upto 19-4-1936 inclusive, will be paid by this office by means of pay orders. These pay orders will be forwarded to the Treasury along with the bonds for delivery.

7. As the adjustment of both the principal and interest due thereon upto 19-4-1936 inclusive, will be made by this -- office, the Treasury will make no adjustments in the accounts in respect of the value of interest of these fixed deposit receipts received for conversion.

8. Regarding the closing of the accounts for each day, and sending the same to this office along with the connected -- applications and fixed deposit receipts and of watching the receipts and delivery of bonds sent from this office, instructions already issued in connection with the "4% Conversion Loan of 1953-63 (1st, 2nd and 3rd series) in Circular No.977/S.L. dated 26-10-1933) may be followed in this case also.

9. A few forms of applications and L3 forms will be sent from this office, These should be used sparingly and manuscript forms used, if they are exhausted

I have the honor to be,
Sir,
Your most obedient servant,

Sd. A.N. Raghavachar

Comptroller.

Copy
Raghavachar
Asst. S.B.

Form of application to the Mysore Government

3 per cent Loan 1956-61.

Application No.

I/we.....herewith tender the following Mysore Government 3% five year Savings Bank Fixed Deposit Receipts, of the value of Rs. and also Rs. , towards premium at 1 per cent and request that 3% Loan Bonds of 1956-61 of the nominal value of Rs. be issued to me/us in the form of stock certificate/promissory notes of the following denominations interest being payable at .....

Station.

Date.

Signature.
Name in full.
Address.

Serial No.	Denomination of pieces.	No. of pieces.	Face value Rs.	Amount of interest to be paid by cheque.	For use in the Comptroller's office. Denominations and numbers of pronotes issued.	Comptroller's No. and date of cheque for payment of cheque.

Details of Fixed Deposit Receipts tendered for conversion.

Serial No.	Name of the security.	No. of F.D.R.	Amount.

Received the Fixed Deposit Receipt specified here and also the sum of Rs. in cash which has this day been credited in the Treasury Accounts to "XIII Mis.(6) Mis.(i) premium on three per cent loan 1956-61.

Date.

Treasury Officer.

Note. 1. Fixed deposit Receipts tendered for conversion should be endorsed in words "Contents received. Pay to the Comptroller, Mysore Government" over the signature of the applicant in the discharge column on the back of the Fixed Deposit Receipts.

THE MYSORE GOVERNMENT 3% INCOMETAX FREE LOAN 1956-61.

Intending Subscribers may apply to

THE COMPTROLLER, MYSORE GOVERNMENT

BANGALORE,

for particulars.

Office of the Publicity Officer to the Government of Mysore,
PUBLIC OFFICES,

Bangalore, Dated, 6th July 1936.

No. 10/P. O.

PRESS NOTE.

The Mysore Government 3% 1956-61 "on tap" loan is likely to be closed in a few days.

V. VEDAVYASACHARYA,
Publicity Officer to Government.

Copy

COMPTROLLER'S OFFICE,

Bangalore, dated 15th July 1936.

NOTICE.

It is hereby notified for the information of the public that the three per cent Loan of 1956-61 is closed. No further subscriptions for the same will be received.

A. N. RAGHAVACHAR,
Comptroller.

COM188-P-150.14.7.36

Government of His Highness the Maharaja of Mysore.

FINANCIAL DEPARTMENT.

Notification No. Fl. 5910—G. F. 189-35-2, dated, Bangalore 3rd February 1936.

MYSORE GOVERNMENT THREE PER CENT LOAN 1956-61.

(Free of Income-tax.)

All Mysore Government Treasuries and the Comptroller to the Mysore Government are authorised to accept subscriptions to the Mysore Government **Three per cent Loan 1956-61** from the 5th February 1936. Government will be at liberty to stop the issue at any time without notice. The interest will be free of both Mysore Government and Government of India income-tax, but it will be taken into account in determining the rate at which the tax will be levied on other income.

2. Subscriptions may be in cash or by cheque. **Individual subscriptions exceeding Rupees one lakh require the previous approval of the Comptroller.**

3. Interest on the loan will be paid at any Treasury in the State or at the Bank of Mysore. Arrangements will also be made for payment of interest in British India.

PERIOD OF CURRENCY.

4. The Loan is repayable at par on the **20th April 1961** but the Government will have the option to repay the whole or any part of it at par on or after the **20th April 1956**, subject to three months' previous notice being given in the Mysore Government *Gazette*.

ISSUE PRICE.

5. The **issue price** will be fixed from time to time and varied without notice by the Comptroller. For the present, it **will be Rs. 101 for** every bond of **Rs. 100 (nominal.)**

INTEREST.

6. The Loan will bear interest at the rate of **three per cent** per annum from the **20th April 1936**. Interest will be payable half-yearly on the **20th October** and **the 20th April**. Advance interest from date of credit of subscription to the 19th April 1936, inclusive, will be paid at the time of issue of securities at the rate of **three per cent**, per annum on the nominal value of the loan subscribed for.

SUPPLEMENTARY PROVISIONS.

7. Cheques should be drawn in favour of the officer to whom the application is presented. The securities will, in this case, be issued only after the cheques are realised.

8. The securities will be issued by the Comptroller in the form of :—

Stock :—The applicants for which will be given Stock Certificates ; or

Promissory Notes :—If no preference is stated by the applicant, the securities will be issued in the form of Promissory Notes.

9. Promissory Notes will be issued in the following denominations :—
Rs. 100 ; 500 ; 1,000 ; 5,000 ; 10,000 ; 25,000 ; 50,000 ; and 1,00,000.

Stock Certificates will be issued for any multiple of Rs. 100.

10. Applications may be in the form attached or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, the amount of cash or cheques tendered and the Treasury or the Bank at which payment of interest is desired.

11. Brokerage at the rate of $\frac{1}{16}$ per cent will be paid to recognised Brokers and Bankers in respect of applications bearing their stamp.

By Order,
S. SHAMANNA,
Financial Secretary to Government.

Form of Application to the Mysore Government Three Per Cent Loan, 1956-61.

Application No.

I/we.....herewith tender cash/cheque on.....for Rs..... ....under the terms of the Notification No. Fl. 5910—G. F. 189-35-2, dated 3rd February 1936 and request that Three Per Cent Bonds of the nominal value of Rs.....be issued to me/us in the form of Stock Certificate/Promissory Notes of the following denominations, interest being payable at.....

Signature.....

Station..... Name in full.....

Date..... ... Address.....

.....

Serial No.	Denomination of the pieces	Number of pieces	Face value Rupees	For use by the Comptroller's Office	
				Denomination and pronote numbers issued	No. and date of cheque for payment of advance interest

Received Rs.... ....

Shroff. *Treasurer.* *Treasury Officer*

WD 1411—GPB—1000—4-2-36.

M=MR

C.2-188-35-1

In reply please quote reference to No. 850 /SL.

Enc 5.

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE,

Bangalore, dated 10th October *1936*.

FROM

A. N. RAGHAVACHAR, ESQ., M.A.,
Comptroller to the Government of His Highness the Maharaja of Mysore, Bangalore.

FINANCIAL SECRETARY 11 OCT. No.

To

S. Shamanna, Esq., B.A.,
Financial Secretary to Government,
Bangalore.

FINANCIAL SECRETARY 1338 11 OCT. 36 NO.

SIR,

Report on the operations of the Mysore Government 3% per cent Loan of 1956-61.

I have the honour to submit the following report on the operations of the Mysore Government 3% Loan of 1956-61 announced by Government in their Notification No. Fl. 5910/G.F 189-35-2 dated 3-2-1936.

2. It was notified that subscriptions to the loan would be accepted from 5-2-1936. Though the interval between the date of issue of the Notification and the date of acceptance of subscriptions was only two days, quick action was taken to get all the forms etc, printed and distributed to the public and the several treasuries in the State. Sufficient publicity was also given to the notification in the local news papers and also in the Mysore Gazette. The publicity outside the State was not so wide as in the cases of the previous loans. Advertisement in outside papers was restricted to keep down the charges at only Rs. 1,000. Similarly the cost of printing and stationery came to Rs. 197/- being the lowest expenditure on this account. A statement of bond forms printed with their denominations and face value is enclosed (vide statement E). The bond forms got from the Press, those issued and the balance on hand have been properly accounted for and duly verified and found correct.

3. The issue price fixed at Rs. 101/- in the first

first instance was enhanced to Rs.101-4-0 per cent later on, after receiving subscriptions to the extent of Rs.28,89,300/- from 20-2-1936. It will be seen that the total subscriptions amounted to Rs.28,89,300/- only in 15 days when the issue price fixed was 101% but after the same was raised by four annas, subscriptions came in more slowly. The total subscriptions received from 21-2-1936 to 15-7-1936 at Rs.101-4-0 per cent aggregated to Rs.20,07,200/-.

4. A concession to convert the 3% Savings Bank Fixed Deposit Receipts to this long term loan was also announced by Government in their order No.Fl.6083-1/G.F.189-35-3 dated 8-2-1936. The number of applications dealt with under this scheme was only five and the amount converted was but Rs.26,000/- The total subscription to the loan amounts to Rs.48,96,500/- as detailed in statement A. Statement B shows the list of subscribers of rupees one lakh and above. Another statement C giving the distribution of the applications according to their sizes is also appended to the report.

5. This is the first loan floated in the State where a premium was levied on the issue price. The total amount of premium realised amounted to Rs.53,729-4-0.

6. The usual brokerage of 1/16 per cent of the amount of subscription received was allowed to Banks and recognised brokers and the total brokerage came up to Rs.2,811-8-0 (Statement D.) The total expenditure incurred in connection with this loan was Rs.26,336-4-0 of which anticipatory interest on subscription received before 20th April 1936 alone amounted to Rs.21,827-14-11.

7. The total issues have been verified with the total credits to the loan at the treasuries and Banks and the progress report figures. The original issue registers have been completely written up and Advices of enfacements have been despatched to the treasuries and Banks.

8. No extra cost on establishment was incurred in connection with this loan except the cost of an additional attender and a peon for a period of 2 months and 23 days. The existing staff

staff worked overtime and completed the work with promptitude.

9. In my report on the operations of the 3½% Loan dated 20-12-1934, I brought to the special notice of Government the good work done by the staff of the State Loan Section of my office. As I considered that the operations of the loan were not very large, I did not recommend for any special bonus as in the previous years. The recognition of the good work then done coupled with the excellent work in connection with the present loan operations, prompts me to recommend a small bonus to the staff; they deserve it. I therefore request sanction of Government for payment of a bonus of Rs.400/- to the staff of the State Loan Section and such of those as have done extra work in the S.B. and Records Sections. A provision of Rs.500/- was made for Establishment in connection with the loan work in the reappropriation sanctioned in G.O.No.8676 No.G.F.308-6-35-2 dated 19/24-6-1936, but no amount was spent out of the same. The amount may be met during the current year out of the General savings. A separate reference will be submitted for approval of Government.

10. I wish to place on record my appreciation of the good and careful work done by the Gazetted Officer in charge Mr. S. Raghavachar as well as the intelligent cooperation that the staff have rendered in making the loan successful in its appeal to the public by the promptitute with which the bonds have been issued and the arrangements have been made for payment of interest both within and outside the State. A meed of praise is also due to the Banks of Mysore, Bangalore, and the Imperial Bank of India and Indian Bank, Bangalore Branch, who have with great courtesy extended facilities to the outside clientele for the

the successful realisation of the loan. If Government approve, I will communicate the thanks to them for their great cooperation.

11. Effect on the Revenue Budget.

In the Budgets for future years an additional sum of Rs.1.5 lakhs will have to be provided to meet the annual interest charges on account of this loan and accordingly the said sum has already been provided in the current year's Budget.

I have the honour to be,

Sir,

Your most obedient servant,

Comptroller.

S.S.

Statement A.

Details of subscription to the 3% Loan of 1956-61.

	No. of applications.	Rs.
1. State Treasuries.	36	1,63,400
2. Direct.	206	47,07,100
3. S.B. Fixed Deposit Receipts tendered for conversion.	5	26,000.
Total.	247.	48,96,500.
Total premium received.		53,729-4-0.

Assistant Comptroller.

Statement B.

List of subscribers of rupees one lakn and above to the 3% Loan of 1956-61.

Indian Bank, Ltd, Bangalore.	Rs. 9,91,200.
Bank of Mysore, Ltd, Bangalore.	13,76,200
Imperial Bank of India, Madras.	1,25,700
do Bangalore.	1,96,500
Travancore National Bank, Ltd.	2,25,000
Eastern Bank, Ltd, Madras.	2,00,000
The Official Trustee of Madras.	1,00,000
The Central Bank of India, Ltd, Bombay.	4,00,000
Total.	36,14,600
Tumkur District Board.	1,00,000

Assistant Comptroller.

S.S.

Statement C.

Applications for 3% Loan of 1956-61 grouped according to their sizes.

	Number	Amount.
Applications for Rs. 1,000/- and below.	57.	40,400
Over Rs. 1000, and upto and including Rs. 10,000.	118	6,38,700
Over Rs. 10,000, and under Rs. 50,000.	49	12,14,800
" Rs. 50,000.	23	30,02,600
	247.	48,96,500

Assistant Comptroller

S.S.

Statement D.

Expenditure Statement in connection with the 3% Loan 1956-61.

Particulars.		Amount.
Advance interest allowed.		Rs. 21,827-14-11
Brokerage and commission.		2,799- 0-0 12- 8-0
Advertisement charges.		1,000- 0-0
Printing and Stationery.		196-14-0
Establishment charges.		~~400-0-0~~ ~~500- 0-0~~
	Total	26,823-12-11 12- 8-0

Assistant Comptroller.

S.S.

Statement E.

Statement of Bonds forms printed for 3% Loan of 1956-61

Denomination. Rs.		No. of forms.	Amount.
D.	100.	1,000	1,00,000
E.	500	500	2,50,000
F.	1000	2,000	20,00,000
G	5000	300	15,00,000
H	10000	200	20,00,000
K.	25000	100	25,00,000
L	50000	25	12,50,000
J	100000	25	25,00,000
	Stock Certificates.	300	
		4,450	121,00,000.

Assistant Comptroller.

G.F. 189-35-7 ✓

Proceedings of the Government of Mysore.

Read--

1. Government Notification No.Fl 5910 G F 189-35-2 dated 3rd February 1936 issuing a Three per cent 1956-61 Loan.

2. Letter No.850 S L dated 10th October 1936 from the Comptroller, submitting the final report on the operations of the above Loan.

Order No. FC 2898/G.F.189-35-7
Dated 3/4-11-1936.

Recorded.

2. The loan was raised on "on tap basis" with a view to finance certain productive works and ~~the loan~~ was confined to the State. The total subscriptions to the loan, from 5th February 1936 to 15th July 1936, amounted to Rs 48.96 lakhs, of which a sum of Rs 28.89 lakhs was received at a premium of 1% and the balance at a premium of 1¼%.

MW 30/10 2 30-10-36

Financial Secretary

To
The Comptroller

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

FINANCIAL DEPARTMENT.

G. O. No. Fl. 2898—G. F. 189-35-7, dated 3rd—4th November 1936.

Three Per Cent 1956-61 Loan.

Reviews the report of the Comptroller on the operations of the ——.

READ

1. Government Notification No. Fl. 5910—G. F. 189-35-2, dated 3rd February 1936, issuing a 3 per cent 1956-61 Loan.

2. Letter No. 850—S. L., dated 10th October 1936, from the Comptroller, submitting the final report on the operations of the above loan.

ORDER NO. FL. 2898—G. F. 189-35-7, DATED BANGALORE, THE 3RD—4TH NOVEMBER 1936.

Recorded.

2. The loan was raised on "on tap basis" with a view to finance certain productive works and was confined to the State. The total subscriptions to the loan, from 5th February 1936 to 15th July 1936, amounted to Rs. 48·96 lakhs, of which a sum of Rs. 28·89 lakhs was received at a premium of 1 per cent and the balance at a premium of 1¼ per cent.

S. SHAMANNA,
Secretary to Government,
Financial Department.

To—The Comptroller to Government.

Exd.—B. G. S.

WD 834—GPB—100—22-12-36

OFFICE OF THE COMPTROLLER TO THE
No. 850—S. L. GOVT. OF HIS HIGHNESS THE
MAHARAJA OF MYSORE,
Bangalore, dated 10th October 1936.

To

S. SHAMANNA, ESQ., B.A.,
Financial Secretary to Government,
Bangalore.

Report on the Operations of the Mysore Government Three per cent Loan of 1956-61.

SIR,

I have the honour to submit the following report on the operations of the Mysore Government Three per cent Loan of 1956-61 announced by Government in their Notification No. Fl. 5910—G. F. 189-35-2, dated 3rd February 1936.

2. It was notified that subscriptions to the loan would be accepted from 5th February 1936. Though the interval between the date of issue of the Notification and the date of acceptance of subscriptions was only two days, quick action was taken to get all the forms, etc., printed and distributed to the public and the several treasuries in the State. Sufficient publicity was also given to the Notification in the local newspapers and also in the *Mysore Gazette*. The publicity outside the State was not so wide as in the cases of the previous loans. Advertisement in outside papers was restricted to keep down the charges at only Rs. 1,000. Similarly the cost of printing and stationery came to Rs. 197 being the lowest expenditure on this account. A statement of bond forms printed with their denominations and face value is enclosed (*vide* Statement E). The bond forms got from the Press, those issued and the balance on hand have been properly accounted for and duly verified and found correct.

3. The issue price fixed at Rs. 101 in the first instance was enhanced to Rs. 101-4-0 per cent later on, after receiving subscriptions to the extent of Rs. 23,89,300

from 20th February 1936. It will be seen that the total subscriptions amounted to Rs. 28,89,300 only in 15 days when the issue price fixed was 101 per cent but after the same was raised by four annas, subscriptions came in more slowly. The total subscriptions received from 21st February 1936 to 15th July 1936 at Rs. 101-4-0 per cent aggregated to Rs. 20,07,200.

4. A concession to convert the Three per cent Savings Bank Fixed Deposit Receipts to this long term loan was also announced by Government in their Order No. Fl. 6083-1—G. F. 189-35-3, dated 8th February 1936. The number of applications dealt with under this scheme was only five and the amount converted was but Rs. 26,000. The total subscription to the loan amounts to Rs. 48,96,500 as detailed in Statement A. Statement B shows the list of subscribers of rupees one lakh and above. Another Statement C giving the distribution of the applications according to their sizes is also appended to the report.

5. This is the first loan floated in the State where a premium was levied on the issue price. The total amount of premium realised amounted to Rs. 53,729-4-0.

6. The usual brokerage of one-sixteenth per cent of the amount of subscription received was allowed to Banks and recognised brokers and the total brokerage came up to Rs. 2,811-8-0 (Statement D). The total expenditure incurred in connection with this loan was Rs. 26,236-4-11 of which anticipatory interest on subscription received before 20th April 1936 alone amounted to Rs. 21,827-14-11.

7. The total issues have been verified with the total credits to the loan at the treasuries and Banks and the progress report figures. The original issue registers have been completely written up and Advices of enfacements have been despatched to the treasuries and Banks.

8. No extra cost on establishment was incurred in connection with this loan except the cost of an additional attender and a peon for a period of 2 months and 23 days. The existing staff worked overtime and completed the work with promptitude.

9. In my report on the operations of the 3½ per cent loan, dated 20th December 1934, I brought to the special notice of Government the good work done by the staff of the State Loan Section of my office. As I considered

that the operations of the loan were not very large, I did not recommend for any special bonus as in the previous years. The recognition of the good work then done coupled with the excellent work in connection with the present loan operations, prompts me to recommend a small bonus to the staff; they deserve it. I therefore request sanction of Government for payment of a bonus of Rs. 400 to the staff of the State Loan Section and such of those as have done extra work in the S. B. and Records Sections. A provision of Rs. 500 was made for Establishment in connection with the loan work in the reappropriation sanctioned in G. O. No. 8676 —G. F. 308-35-2, dated 19—24th June 1936, but no amount was spent out of the same. The amount may be met during the current year out of the General savings. A separate reference will be submitted for approval of Government.

10. I wish to place on record my appreciation of the good and careful work done by the Gazetted Officer in charge Mr. S. Raghavachar as well as the intelligent co-operation that the staff have rendered in making the loan successful in its appeal to the public by the promptitude with which the bonds have been issued and the arrangements made for payment of interest both within and outside the State. A meed of praise is also due to the Banks of Mysore, Bangalore, and the Imperial Bank of India and Indian Bank, Bangalore Branch, who have with great courtesy extended facilities to the outside clientele for the successful realisation of the loan. If Government approve, I will communicate the thanks to them for their great co-operation.

11. *Effect on the Revenue Budget* :—In the Budget for future years an additional sum of Rs. 1·5 lakhs will have to be provided to meet the annual interest charges on account of this loan and accordingly the said sum has already been provided in the current year's Budget.

I have the honour to be,

Sir,

Your most obedient servant,

A. N. RAGHAVACHAR,

Comptroller.

STATEMENT A.

Details of subscription to the 3 per cent loan of 1956-61.

		No. of applications.	Rs.
1.	State Treasuries ...	36	1,63,400
2.	Direct ...	206	47,07,100
3.	S. B. Fixed Deposit Receipts tendered for conversion ...	5	26,000
	Total ...	247	48,96,500
	Total premium received ...		53,729-4-0

STATEMENT B.

List of subscribers of rupees one lakh and above to the 3 per cent loan of 1956-61.

		Rs.
Indian Bank, Ltd., Bangalore	...	9,91,200
Bank of Mysore, Ltd., Bangalore	...	13,76,200
Imperial Bank of India, Madras	...	1,25,700
Do Bangalore	...	1,96,500
Travancore National Bank, Ltd.	...	2,25,000
Eastern Bank, Ltd., Madras	...	2,00,000
The Official Trustee of Madras	...	1,00,000
The Central Bank of India, Ltd., Bombay	...	4,00,000
Total	...	36,14,600
Tumkur District Board ...	...	1,00,000

STATEMENT C.

Applications for 3 per cent loan of 1956-61 grouped according to their sizes.

	Number.	Amount.
Applications for Rs. 1,000 and below.	57	40,400
Over Rs. 1,000, and upto and including Rs. 10,000	118	6,38,700
Over Rs. 10,000, and under Rs. 50,000.	49	12,14,800
Do Rs. 50,000	23	30,02,600
	247	48,96,500

STATEMENT D.

Expenditure Statement in connection with the 3 per cent Loan 1956-61

Particulars.		*Amount*		
		Rs.	a.	p.
Advance interest allowed	.	21,827	14	11
Brokerage and commission	...	2,811	8	0
Advertisement charges	...	1,000	0	0
Printing and Stationery	...	196	14	0
Establishment charges	...	400	0	0
Total	...	26,236	4	11

STATEMENT E.

Statement of Bond forms printed for 3 per cent Loan of 1956-61.

Denomination.	*No. of forms.*	*Amount.*
Rs.		Rs.
D. 100	1,000	1,00,000
E. 500	500	2,50,000
F. 1,000	2,000	20,00,000
G. 5,000	300	15,00,000
H. 10,000	200	20,00,000
K. 25,000	100	25,00,000
I. 50,000	25	12,50,000
J. 1,00,000	25	25,00,000
Stock Certificates.	300	
	4,450	121,00,000

WD 1085—GPB—100—16-11-36

D S N.

With the gracious approval of His Highness, a Three per cent 1956-61 loan was raised in February last on "on tap basis", wit a view to finance certain productive works, and the Loan was confined to the State. I submit herewith ~~for kind~~ perusal, the final report of the Comptroller on the operations of this loan. The total subscriptions to the Loan amount to Rs 48.96 lakhs, of which Rs 28.89 lakhs were received at a premium of 1% and the balance at a premium of 1½% The total premium realised was Rs 53,729.

The loan proceeds ~~are intended to~~ will be utilised only on remunerative works, ~~and the following is the list of the works, which it is, so far, proposed to undertake out of the loan~~ as indicated in my Submission note on the Budget estimates for 1936-37. Rs 42 Lakhs.

1. Works for the generation of el-ctric power	11.00
2. Expansion of the Electric Factory	1.70
3. Expansion of the Telephone system	6.00
4. Electrification of Davangere	8.00
5. Cement Factory	5.50
6. Acquisition of lands under Krishnarajsagar in connection with the development of power and irrigation	3.00
Share in the Paper Mills	2.50
Share in the new Mysore spun silk mills	.85
Loan to Mysore City Muny	4.00
Total	42.55

19-10-36.

DEWAN.